

LOVE'S BAKERY

Bread - Cakes - Pies - Crackers

SHOES For The CHILDREN**BOOTS**

In White Buck and Canvas, Patent and Kid Leathers

\$1.50, \$1.75, \$2.25, \$2.50

SANDALSBlack and Tan
\$1.25, \$1.35, \$1.65, \$2.00**ANKLE TIES**

In White Buck and Canvas, Patent and Kid Leathers

\$1.25, \$1.50, \$2.00, \$2.25
\$2.50**McINERNEY SHOE STORE**

Fort above King St.

MAILE
AUSTRALIAN
BUTTER

ADDS 100 PER CENT TO THE ENJOYMENT OF ROLLS, BUNS, HOT CAKES OR WAFFLES, AND IT COSTS ONLY 40 CENTS A POUND.

Metropolitan Meat Market

Phone 3445.

The War Has Startedwith all nations in Honolulu! The **VIENNA BAKERY'S** new confectioner is ready to **BOMBARD HONOLULU** with all of his **FRENCH, GERMAN** and other kinds of pastry, and also wishes to cater to anyone who might have any special orders to fill.

Phone 2124-1129 Fort St.

Bakery open for inspection from 6 A. M. to 6 P. M.

Service Counts

WE GUARANTEE SAFETY

ORDERS FOR THE TRANSFER OF BAGGAGE AND REMOVAL OF FURNITURE OR FREIGHT HAVE OUR FIRST ATTENTION.

HONOLULU CONSTRUCTION & DRYING CO.

PHONE 4981

Real Bargains

In order to close out our "Odds and Ends" and "Imperfect Goods" we have installed a bargain room in the rear of our China Section, where can be found

DISHES, GLASSWARE, CLOCKS, ORNAMENTS, CUT GLASS, ETC.,

with former prices entirely disregarded. Some of the specials are as follows:

Souvenir China.....Choice 10c each
Moulded Tumblers.....2 for 5c
Table Forks.....5c each
Table Knives.....10c each**W. W. DIMOND & CO., Ltd.**

The House of Housewares

53-55 King St., Honolulu

McBRYDE WILL HOLD IMPORTANT MEETING NOV. 11

To Consider a Reduction of Capital for Legalizing Dividend Payments

To legalize the payment of dividends a proposition will be submitted to a special meeting of McBryde Sugar Company, Ltd., on November 11; to reduce the capital stock by \$700,000, by means of a reduction of the par value of common stock shares from \$20 to \$15 each.

This proposition is based on an opinion given, in response to a request from the directors of McBryde, by U. R. Hemenway of the law firm of Smith, Warren, Hemenway & Sutton, and Judge J. T. De Bolt, lately a justice of the supreme court. In the request only preferred stock was mentioned in connection with the question of dividends, but the lawyers say there is no distinction between the common and preferred stock as to the payment of dividends.

"Stated in normal language," the opinion continues, "the exact question submitted is whether or not McBryde Sugar Company, Ltd., can legally declare dividends considering the fact that the profit and loss account of the company shows a debit balance, or, in other words, that although the company will carry over a cash surplus at the end of the year (according to the best estimates which now can be made) after paying all obligations other than the outstanding bonds and in connection with the bond issue, making the prescribed payments to the sinking fund, the books of the company will still show a loss and not a profit."

It appears that the loss occurred in the early years of the plantation's existence, some time prior to the issuance of the preferred stock, also, that the proper 7 per cent dividend was paid in 1913 on the preferred stock even though the profit and loss account at that time had a debit balance as is the case now. The question has now been raised by the report of an investigating committee appointed by the stockholders on January 20 last, the committee "being of the opinion that no dividend will be justified as long as a debit balance remains in the profit and loss account. It is also held by the committee that the installation account is part of the profit and loss account, and the law requires that the installation account should be treated as a loss account."

In their opinion "any objection which can be made to the payment of a dividend, either on the preferred stock or on the common stock, is a very technical one." They practically hold that the danger of legal objections or adverse proceedings in the courts from either creditors or holders of common stock is very slight. Yet they believe "that the practical and safe course is to reduce the capital stock by such an amount as will wipe out the debit balances in the loss accounts."

No reduction should be made in the par value of the preferred stock, the opinion holds, because the holder thereof "occupies toward the corporation an attitude very similar to that of a creditor." Under the reduction, the par value of the common stock, it is pointed out, common stockholders will have nothing taken from them, as the assets remain unchanged, and will have an equal voice with preferred stockholders in the affairs of the company. In conclusion the opinion says:

"A reduction can be accomplished by the affirmative vote of the holder of three-quarters of each of the two classes of stock outstanding, but no reduction can be made which will result in the remaining capital stock being less than double the outstanding indebtedness. We understand that the directors of McBryde Sugar Company, Ltd., have authorized the immediate payment to the trustee for the bondholders of the balance remaining due on account of the \$50,000 sinking fund payment due for the year 1913, and of the full amount of \$50,000 due the sinking fund for the year 1914, as a result of which the outstanding bond will be reduced slightly below the aggregate par value of \$1,900,000. No reduction, therefore, of the capital stock can be made which will result in it being less than the aggregate amount of \$3,800,000. The present capital stock of McBryde Sugar Company, Ltd., is \$4,500,000, represented by 175,000 shares of common stock and 50,000 shares of preferred stock of the par value of \$20 each. A reduction of the capital stock by the amount of \$700,000 can, therefore, be made and this can be accomplished by reducing the par value of each of the shares of the common stock by the sum of \$4 per share. If this action is taken we believe that there will be no remaining technical objection to the payment of a dividend out of the cash surplus or the preferred stock and also upon the common stock, whenever the surplus permits, since this action will have the effect of wiping out both the installment and profit and loss account as they will then stand on the books of McBryde Sugar Company, Ltd., after the payments to the sinking fund as aforesaid have been made."

Two other questions will be submitted to the stockholders at the special meeting. They will be asked to express their opinion as to whether McBryde Sugar Company should purchase the stock of the Kanae Fruit & Land Company, Ltd., also as to paying the note given by McBryde Sugar Company to Alexander & Baldwin, Ltd., on January 9, 1914, for \$142,972.95, which was made payable three years after date but with the privilege on the part of the maker of liquidating it on any interest date prior to that time. "It would hardly appear necessary,"

SAYS DEMOCRATS SELL STOCK TO ROAD LABORERS

Charge Made From Stump That Men Must Buy Stock to Get Jobs

Charges of what amounts to petty graft of a widespread and particularly vicious sort were made in a "soap-box" speech today by Archie E. Kabele, who declared that in the district of Koolauloa the Democratic city and county officials will not allow a laborer to get work on the road unless he has first subscribed for stock in the Koolauloa Truck Company.

The charges were made to a large crowd at Bethel and King streets, the time-honored soap-box location during political campaigns.

"The Democrats won't give a man work unless he buys stock in this company, which is backed by them," declared Kabele.

Give and take was the order of the speaking today, orators for both the Democratic and Republican party being present. Republican sentiment prevailed, to judge by the cheers that greeted the various speakers.

Both parties will spend this afternoon and evening working hard with their political forces on the eve of election.

The Republicans will hold meetings at Kakaako and Ala park tonight and the Democratic meeting will be at Pauahi and Nuuanu streets.

MRS. HANNAH LISK IS FINED \$100; TAKES AN APPEAL

It was largely through the testimony of E. J. Botts that Mrs. Hannah Lisk, colored, charged with the illegal sale of intoxicating liquor during a luau and hula given at a King street resort, was convicted at district court this morning and sentenced to pay a fine of \$100 imposed by Judge Ionsarrat.

Botts proved the chief witness for the prosecution, and declared on the stand that he had contributed \$1, received a ticket that entitled him to partake of the feast, witness the evolutions of a half dozen Hawaiian women dancers, and that while a guest at the Mercantile lodging house where the affair was conducted he was given several glasses of beer.

Mrs. Lisk succeeded in having the case postponed on several occasions until patience ceased to be a virtue and Prosecuting Attorney Brown insisted for its disposal in the lower court today.

License Inspector Fennell, a bevy of giggling damsels and several colored soldiers testified regarding the seizure and the alleged sale of intoxicants upon the premises.

Attorneys Straus and Magoon, representing Mrs. Lisk, gave notice of an appeal to a higher court.

DINNER AT WAIKIKI INN TOMORROW NIGHT

The management of the Waikiki Inn will serve an excellent dinner Sunday night between 6:30 and 9 o'clock. With it there will be a program of music that will delight the patrons of this amous hostelry.—Adv.

Little Sugar on Hawaii. The inter-island steamer Mauna Kea returned from Hilo this morning, bringing a small cargo, the bulk of which was made up of native lumber. Surge Phillips reported but one shipment of 2100 sacks of sugar awaiting in the island.

The steamer met with fine weather along the Hamakua coast and little difficulty was experienced in getting boats ashore at Maui ports.

The Mauna Kea will steam for Hilo at 3 o'clock this afternoon taking a small list of cabin passengers.

David T. Fullaway arrived this week from his expedition to Africa in quest of parasites for the fruit fly. He brought 300 specimens of the Tetrastichus species, which is believed to be the most effective foe of the pest, besides specimens of several other species. J. C. Bridwell, who accompanied him, remained behind until it could be learned whether Mr. Fullaway had succeeded in landing his colonies alive. The two entomologists traveled 150 miles into the interior of Nigeria, where they found the beneficial insects. The parasites brought here from Africa last year by Dr. Silvestri of Italy are thriving.

The directors say in their call of the meeting "for the company to continue to carry this note since upon this year's business the company will be in a position to take up the note; make the proper sinking fund payments; pay, as stated, the preferred stock dividends for 1913 and 1914, and carry over a small credit balance with the agents on December 31 of this year."



Studebaker "Six" \$1550 Honolulu

September Was The Biggest Month In The History Of The Studebaker Corporation

The number of Studebakers actually sold and delivered last month was the greatest in the sixty-two years of Studebaker business.

These sales cover every state in the union and each state shows an increase in business over last year.

In California the Studebaker led every other car in volume of business excepting the Ford.

This shows confidence by the American people in the Studebaker product and Studebaker service.

SCHUMAN CARRIAGE CO., Ltd

Agents.

Feed DRY MASH To The Chickens

Just now, while the hens are moulting, dry mash, oil meal and International Poultry Food are important foods for poultry. You can't expect your hens to lay unless you feed them properly. We carry these articles and all poultry supplies.

CALIFORNIA FEED CO., LTD.
Cor. Alakea and Queen Streets.

Favorable news has been received by the Waterhouse Company regarding the rubber plantations in which it is interested in the Malay States. Tanjong Okok plantation in September yielded 18,700 pounds of rubber, corresponding period last year bringing the total for nine months up to 141,438 pounds, against 100,501 pounds for the same period of last year. Pahang plantation yielded the advantage of the rise on the spot market, making a profit of 138,670 pounds, against 83,026 pounds for the corresponding period last year. A large power fishing sloop named Singapore prices jumped to 47c Octo-Kahakofani has been launched at the ber 15, an advance of 7c, and the port.

MAHOGANY CHAIRS AND ROCKERS

—AT—

COYNE'S

Young Bldg.

Bishop St.